

Charity registration number: 292677

# Lakshmi Narayana Trust

Annual Report and Financial Statements

for the Year Ended 31 December 2019

# **Lakshmi Narayana Trust**

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## **Lakshmi Narayana Trust**

### **Reference and Administrative Details**

<b>Trustees</b>	Dr Radhakrishnan V , President Mr A Rengamannar , Chairman Mr S Thayalasamy , Vice President Mr S Vijayakumar , Treasurer Mr K Sivarupan , General Secretary Mr Sethuraman S , Asst Secretary Mr Krishnan Sreenivasan ,Vice Chairman Mr S Subburam , Vice Chairman Mr Navaneethakrishnan Raju , Asst Treasurer Mr V.N. Alagirisamy , Senior Trustee (deceased 26 January 2019) Mr S Seetharaman , Public Relations Officer Mr R Mohanaprakas , Temple Office Manager Ms Kumari Selliappan , Cultural Secretary Mr J Thiagarajan , Communications Mr R Kannan , Communications Mr M Sutharsanan ,Communications Mr A Anandhakrishnan Communications (appointed 6 October 2019)
<b>Principal Office</b>	241 High Street North East Ham London E12 6SJ
<b>Charity Registration Number</b>	292677
<b>Bankers</b>	Bank of Scotland St James's Gate 14-16 Cockspur Street London SW1Y 5BL  Barclays Bank Plaistow Leicester LE87 2BB  Charity Bank Limited Fosse House 182 High Street Tonbridge TN9 1BE
<b>Auditor</b>	Tahas & Co Ltd Chartered Certified Accountants & Statutory auditors Suite 3, Second Floor 760 Eastern Avenue Newbury Park London IG2 7HU

# **Lakshmi Narayana Trust**

## **Trustees' Report**

### **Objectives and activities**

The trustees hold the trust fund and its income upon trust to apply them for the religious and charitable purposes for the benefit of the community at large. The objects of the trust are as follows

#### **Religious Service**

- To advance Hindu religion particularly by promoting religious and cultural activities
- To establish, secure or build a temple of Sri Mahalakshmi and Sri Narayana, strictly conforming to Hindu temple architecture ( hereinafter called 'The Temple') and maintain and manage the same ( whether alone or in co-operation with any local authority or other person or body) in furtherance of these objects.

#### **Health Service**

Organising sickness relive programmes particularly by provision of periodical health screening services for the people over the age of 40, in order to detect disease at an early stage especially against heart attack, high blood pressure and diabetes mellitus.

#### **Cultural and Educational Service**

- To build a cultural and educational centre
- To provide a library with usual and educational books and magazines
- To provide education and other necessary assistance to people with language problems due to lack of English knowledge.
- To provide voluntary help to the elderly and handicapped people.
- Teaching of Indian classical dance (Bharatha Nattiyam), vocal classes and instrumental music classes

The policy of the trust continues to be to seek, support and provide for the aims as stated.

### **Developments, activities and achievements**

In line with the charity's objectives, Lakshmi Narayan Trust continues to provide a centre for the community to gather for worship. Languages and music lessons have continued throughout the year. The number of devotees visiting temple has steadily increased. Planning permission has been granted to build a spacious centre for the purpose of religious services and promotion of cultural, educational services for children, teaching music, bharat- nattiyam, Hinduism, conducting yoga and meditation classes, "Bhagavath Geetha" classes, health promotion services for screening and prevention of coronary heart disease, diabetes, hypertension and annadhanam services to students and devotees (daily provision of free lunch and dinner).

### **Financial Review**

The level of income for the year remained satisfactory and enabled the trust to support its level of activities on its charitable activities. The charitable donation during the year has increased slightly by £104,723, a increase of 9.58% when compared to 2018. This was mainly due to increase in donation income from devotees of new temple. The trust has a healthy bank balance of £153,175 as at 31/12/2019 and therefore the trustees believe that the available funds are sufficient to permit the trust to continue its operation which will improve its cash position further in the future.

The charity continues to prosper through donations and support from the community. One of the objectives of the charity to build a new temple was achived during the year. The trustees feel that with the support they get from their communities, both locally and internationally, is benefiting to carry out all of its charitable activities. The charity is in a strong financial position at the year end from which it is able to meet all foreseeable charitable obligations.

# **Lakshmi Narayana Trust**

## **Trustees' Report**

### **Going Concern**

The board of Trustees considers that there are sufficient reserves held at the year-end to manage any foreseeable downturn. The Trustees consider that there is a reasonable expectation that Lakshmi Narayan Trust (LNT) has adequate resources to continue in operational existence for the foreseeable future and, for this reason, the board of Trustees continues to adopt the 'going concern' basis in preparing the accounts.

### **Reserves policy & risk analysis**

The committee has examined the charity's requirements for reserves in light of the main risks to the charity. The reserve policy is to hold adequate level of funds to enable the trust to carry out its operations, to meet the financial obligations and to meet its charitable obligations. The attached financial statements show the current state of affairs of the finances, which the committee believes are needed to meet the working capital requirements of the charity and the committee is confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

The committee has conducted a review of the major risks to which the charity is exposed. A risk register has been established and is updated at least annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are continually reviewed to ensure that they continue to meet the needs of the charity.

### ***Public benefit***

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

### ***Social investment policies***

The Trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

# **Lakshmi Narayana Trust**

## **Trustees' Report**

### **Structure, governance and management**

The charity's objects and regulations are regulated by the constitution dated 23 August 1985. The charity has a management committee which consists of 16 trustees. The trustees who have served during the year are named on page 1. Out of the 16 trustees, 3 trustees are appointed as custodians of the charity valuable stocks. Any changes in the appointment and retirement of trustees will be discussed in a committee meeting and the final decision will be depending upon majority vote under the trust constitution. All the trustees have to be UK citizen or permanent residents of UK Indian origin. The 3 custodian trustees during the year were:

- Dr Radhakrishnan V, President
- Mr S. Vijayakumar, Treasurer and
- Mr K. Sivarupan, General Secretary

Meetings of the trustees are held every three months at which they agree the board strategy and areas of activity for the trust, including the consideration of grant making, reserves and risk management policies and performance. A scheme of delegation is in place for the day to day administration of the trust. The service manager is responsible for the day to day operational management of the centre, individual supervision of the staff team and also ensuring that the team continue to develop their skills and working practices in line with good practice. The president is responsible for ensuring that the charity delivers the services specified and also overseeing the work services, finance and administration staff.

New trustees are considered for appointment after open selection and recommendation throughout the community and taking into account the skill requirements of the trustee body. Due to the vast nature of charitable activities, the committee seeks to ensure that the needs of all groups are appropriately reflected through the diversity of the trustee body. In order to enhance the potential pool of trustees, the charity has, through selective advertising on the charity's newsletter, notice board, activities etc. sought to identify the appropriately skilled individuals who would be willing to become members of the committee and use their own skills and experiences to assist the charity.

Once appointed, new trustees are invited and encouraged to attend a series of short training sessions (of no more than an hour) to familiarise themselves with the charity and context within which it appears. These are jointly led by the chairman and the president of the committee and cover:

- The obligation of committee members
- The main documents which set out the operational frameworks for the charity
- Resourcing and the current financial position as set out in the latest accounts
- Future plans and objectives.

The annual report was approved by the trustees of the charity on 26 October 2020 and signed on its behalf by:

.....  
Dr Radhakrishnan V , President  
Trustee

## **Lakshmi Narayana Trust**

### **Statement of Trustees' Responsibilities**

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 26 October 2020 and signed on its behalf by:

.....  
Dr Radhakrishnan V , President  
Trustee

# **Lakshmi Narayana Trust**

## **Independent Auditor's Report to the Members of Lakshmi Narayana Trust**

### **Opinion**

We have audited the financial statements of Lakshmi Narayana Trust (the 'charity') for the year ended 31 December 2019, which comprise the Statement of Financial Activities, Balance Sheet, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2019 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

## **Lakshmi Narayana Trust**

### **Independent Auditor's Report to the Members of Lakshmi Narayana Trust**

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 5), the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

## **Lakshmi Narayana Trust**

### **Independent Auditor's Report to the Members of Lakshmi Narayana Trust**

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **Use of our report**

This report is made solely to the charity trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our work has been undertaken so that we might state to the trustees those matters we are required to state to trustees in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

.....  
Tahas & Co Ltd, Statutory Auditor

Suite 3, Second Floor  
760 Eastern Avenue  
Newbury Park  
London  
IG2 7HU

28 October 2020

Tahas & Co Ltd is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

# Lakshmi Narayana Trust

## Statement of Financial Activities for the Year Ended 31 December 2019

	Note	Unrestricted £	Total 2019 £	Total 2018 £
<b>Income and Endowments from:</b>				
Donations and legacies	2	1,157,097	1,157,097	1,057,523
<b>Expenditure on:</b>				
Charitable activities	3	<u>(775,495)</u>	<u>(775,495)</u>	<u>(697,923)</u>
Total Expenditure		<u>(775,495)</u>	<u>(775,495)</u>	<u>(697,923)</u>
Net movement in funds		381,602	381,602	359,600
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>6,782,643</u>	<u>6,782,643</u>	<u>6,423,043</u>
Total funds carried forward	14	<u><u>7,164,245</u></u>	<u><u>7,164,245</u></u>	<u><u>6,782,643</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

# Lakshmi Narayana Trust

(Registration number: 292677)

## Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	6	6,531,516	6,642,313
<b>Current assets</b>			
Stocks	7	1,248	1,248
Debtors	8	113,815	21,161
Investments	9	52,988	49,040
Cash at bank and in hand		<u>153,874</u>	<u>144,462</u>
		321,925	215,911
<b>Creditors: Amounts falling due within one year</b>	11	<u>(137,333)</u>	<u>(206,234)</u>
<b>Net current assets</b>		<u>184,592</u>	<u>9,677</u>
<b>Total assets less current liabilities</b>		6,716,108	6,651,990
<b>Creditors: Amounts falling due after more than one year</b>	12	<u>(2,269,778)</u>	<u>(2,587,262)</u>
<b>Net assets</b>	15	<u><u>4,446,330</u></u>	<u><u>4,064,728</u></u>
<b>Funds of the charity:</b>			
<b>Unrestricted income funds</b>			
Unrestricted	14	7,164,245	6,782,643
Unrestricted revaluation reserve		<u>(2,717,915)</u>	<u>(2,717,915)</u>
Total unrestricted		<u>4,446,330</u>	<u>4,064,728</u>
<b>Total funds</b>	15	<u><u>4,446,330</u></u>	<u><u>4,064,728</u></u>

The financial statements on pages 9 to 18 were approved by the trustees, and authorised for issue on 26 October 2020 and signed on their behalf by:

.....  
Dr Radhakrishnan V , President  
Trustee

.....  
Mr A Rengamannar , Chairman  
Trustee

.....  
Mr S Vijayakumar , Treasurer  
Trustee

.....  
Mr K Sivarupan , General Secretary  
Trustee

# **Lakshmi Narayana Trust**

## **Notes to the Financial Statements for the Year Ended 31 December 2019**

### **1 Accounting policies**

#### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

#### **Basis of preparation**

Lakshmi Narayana Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

#### **Going concern**

The financial statements have been prepared on a going concern basis. There are no any material uncertainties related to events or conditions that may cast significant doubt on the ability of the trust to continue as a going concern for the foreseeable future, based on latest strategic plans and financial budget. The trustees make this assessment in respect of a period of one year from the date of approval of the financial statements.

#### **Income and endowments**

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

#### ***Donations and legacies***

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

## **Lakshmi Narayana Trust**

### **Notes to the Financial Statements for the Year Ended 31 December 2019**

#### **Tangible fixed assets**

Individual fixed assets costing £250,000 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### **Depreciation and amortisation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold Interest in Land & Building	@ 2% reducing balance method
Fixtures, Fittings and equipment	@ 15% reducing balance method

#### **Current asset investments**

Current asset investments are included at the lower of cost and net realisable value / market value.

#### **Stock**

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

#### **Trade debtors**

Trade debtors are amounts due from HMRC for gift aid donations submitted during the year.

They are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. No impairment provision was needed during the year as the receivables were received after the yearend.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Fund structure**

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

# Lakshmi Narayana Trust

## Notes to the Financial Statements for the Year Ended 31 December 2019

### 2 Income from donations and legacies

	Unrestricted funds General £	Total 2019 £	Total 2018 £
Donations and legacies;			
General Donation and congregational activities	1,092,513	1,092,513	987,790
Gift aid reclaimed	64,584	64,584	69,733
	<u>1,157,097</u>	<u>1,157,097</u>	<u>1,057,523</u>

### 3 Expenditure on charitable activities

	Note	Unrestricted General £	Total 2019 £	Total 2018 £
Pooja & religious activities		102,006	102,006	88,359
Food for congregation		77,105	77,105	76,901
Management & admin of charity		164,634	164,634	195,984
Staff costs	5	245,051	245,051	160,208
Governance costs	4	186,699	186,699	176,471
		<u>775,495</u>	<u>775,495</u>	<u>697,923</u>

# Lakshmi Narayana Trust

## Notes to the Financial Statements for the Year Ended 31 December 2019

### 4 Analysis of governance and support costs

#### Support costs allocated to charitable activities

Basis of allocation	Governance costs £	Other support costs £	Total 2019 £	Total 2018 £
Wages & salaries	-	245,051	245,051	159,600
Staff Welfare	-	-	-	608
Rent, rates & insurance	-	22,370	22,370	21,537
Utilities	-	22,817	22,817	14,448
Repair and maintenance	-	8,620	8,620	18,703
Telephone and fax	-	2,468	2,468	2,722
Computer software and maintenance costs	-	1,360	1,360	4,246
Printing, postages & stationery	-	6,742	6,742	9,171
Sundry Expenses	-	-	-	305
Cleaning	-	4,992	4,992	15,459
Travel & Subsistence	-	3,073	3,073	7,552
Advertising & event expenses	-	3,125	3,125	2,972
Bank Charges	4,024	-	4,024	4,242
Bank Loan Interest	-	85,043	85,043	94,627
Accountancy fees	-	-	-	1,100
Audit fees	3,500	-	3,500	3,500
Depreciation	-	183,199	183,199	166,526
	<u>7,524</u>	<u>588,860</u>	<u>596,384</u>	<u>527,318</u>

### 5 Staff costs

The aggregate payroll costs were as follows:

	2019 £	2018 £
<b>Staff costs during the year were:</b>		
Wages and salaries	230,328	152,460
Social security costs	11,689	5,690
Pension costs	3,034	1,450
Other staff costs	-	608
	<u>245,051</u>	<u>160,208</u>

No employee received emoluments of more than £60,000 during the year

# Lakshmi Narayana Trust

## Notes to the Financial Statements for the Year Ended 31 December 2019

### 6 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
<b>Cost</b>			
At 1 January 2019	7,081,873	419,595	7,501,468
Additions	5,194	67,208	72,402
At 31 December 2019	7,087,067	486,803	7,573,870
<b>Depreciation</b>			
At 1 January 2019	637,993	221,162	859,155
Charge for the year	128,981	54,218	183,199
At 31 December 2019	766,974	275,380	1,042,354
<b>Net book value</b>			
At 31 December 2019	6,320,093	211,423	6,531,516
At 31 December 2018	6,443,880	198,433	6,642,313

## Lakshmi Narayana Trust

### Notes to the Financial Statements for the Year Ended 31 December 2019

Included within the carrying value of land and buildings above is £6,320,093 (2018 - £6,443,880) in respect of freehold land and buildings.

#### Details of Freehold Properties

1. 272 High Street, London E12 6SA
2. 168 Browning Road, London E12 PB
3. 241 High Street North, London E12 6SJ

The properties at 168 Browning Road & 272 High Street North have been valued by Mr Stuart Jefcoate (MRICS) of B Bailey & Co Ltd on 28th Sept 2020. The properties have been valued by using the comparative method of valuation. As the two properties are normal properties, the recent sale prices of similar properties nearby have been compared and adjusted to reflect the particular circumstances of the above properties. The above properties have been valued at £525,000 and £1,030,000 respectively by the valuers.

Regarding 241 High Street north, the property have been valued by Hannah Munn BSC(Hons) (MRICS) of Copping Joyce Surveyors Ltd on 12th Oct 2020, the valuation of the building is £3,175,000. As this property is the main worshipping temple for the devotees, the property is considered a unique property as very few buildings of this type exist in this area and those that do will be rarely sold. The Trustees feel that the value of the property is enhanced with bespoke construction costs. Hence a different approach to valuation (from the normal market approach using comparable evidence) needed applying, the most usual method of valuation when dealing with this type of property is to apply the Depreciated Replacement Cost (DRC) and as per this method of valuation, this property has been valued at £5.5m.

The Trustees are of the opinion that the carrying value of fixed assets as per the accounts are fairly stated.

#### 7 Stock

	2019 £	2018 £
Stocks	1,248	1,248

#### 8 Debtors

	2019 £	2018 £
Trade debtors	99,230	11,702
Prepayments	10,007	7,766
VAT recoverable	4,578	1,693
	113,815	21,161

Trade debtors balance of £99,230 (2018: £11,702 ) includes advance paid to a supplier, this was for making the Golden Chariot, this was delivered after the year end. The previous year debtors was amount receivable from HMRC as Gift aid claimed.

# Lakshmi Narayana Trust

## Notes to the Financial Statements for the Year Ended 31 December 2019

### 9 Current asset investments

	2019 £	2018 £
Gold	52,988	49,040
All Current assets investments were held in the UK.		

The investment includes donations received from devotees by way of precious metals and jewellery. The jewellery has been valued by an independent valuer at the year end.

### 10 Cash and cash equivalents

	2019 £	2018 £
Cash on hand	699	699
Cash at bank	153,175	143,763
	153,874	144,462

### 11 Creditors: amounts falling due within one year

	2019 £	2018 £
Bank loans	102,526	187,569
Other taxation and social security	3,125	3,570
Other creditors	17,955	7,103
Accruals	13,727	7,992
	137,333	206,234

### 12 Creditors: amounts falling due after one year

	2019 £	2018 £
Bank loans	2,269,778	2,587,262

Bank loans payable after more than one year has been secured by a charge over the charity on the following properties:

1. 272 High Street, London E12 6SA
2. 168 Browning Road, London E12 6PB
3. 241 High Street North, East Ham, London E12 6SJ

The properties were valued by independent valuers on 29th September and 12th October 2020, all the above properties are valued in the region of £4.73m

# Lakshmi Narayana Trust

## Notes to the Financial Statements for the Year Ended 31 December 2019

### 13 Commitments

#### Capital commitments

The Charity during the year committed to construct a Golden Chariot for the Temple, The advance for construction has been paid to the suppliers to the value of £99,230, the Chariot has been delivered on 9th April 2020.

The total amount contracted for but not provided in the financial statements was £Nil (2018 - £Nil).

### 14 Funds

	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Balance at 31 December 2019 £	Balance at 31 December 2018 £
<b>Unrestricted</b>					
General	<u>6,782,643</u>	<u>1,157,097</u>	<u>(775,495)</u>	<u>7,164,245</u>	<u>6,782,643</u>

### 15 Analysis of net assets between funds

		Unrestricted	Total funds	Total funds
	Notes	General £	2019 £	2018 £
Tangible fixed assets	6	6,531,516	6,531,516	6,642,313
Current assets		321,925	321,925	215,911
Current liabilities	11	(137,333)	(137,333)	(206,234)
Creditors over 1 year	12	<u>(2,269,778)</u>	<u>(2,269,778)</u>	<u>(2,587,262)</u>
Total net assets		<u>4,446,330</u>	<u>4,446,330</u>	<u>4,064,728</u>

### 16 Related party transactions

During the year there were no related party transactions.